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April 11, 2012

Jocelyn Boyd Chief Clerk and Administrator Public Service Commission of South Carolina 101 Executive Center Dr., Suite 100 Columbia, SC 29210

Re: Docket No. 2012-__-E: My Home Energy Report Program

Dear Ms. Boyd:

On March 24, 2010, the Public Service Commission of South Carolina issued an Order for Approval of Experimental Tariff Covering Home Energy Comparison Report Pilot Program (the "HECR Pilot Program") in Docket No. 2010-50-E. Pursuant to the Commission's order, Duke Energy Carolinas, LLC ("Duke Energy Carolinas" or "the Company") began offering the HECR Pilot Program. Based on similarities of location, size, home age, and number of occupants, the program provides enrolled residential customers with monthly or quarterly reports that contrast their energy usage over time with the energy usage of nearby "average" and "efficient" homes.

On March 2, 2011, the Commission approved the Company's Motion for Extension of Time to Offer Home Energy Comparison Report Program. The Company told the Commission that if the HECR Pilot Program's results were encouraging, the Company planned to present this Commission with a permanent HECR Program tariff for approval. At the time the Company filed its Motion, the HECR Pilot Program was set to expire on April 30, 2011; however, the Company's permanent HECR Program was not yet ready for review and the Company did not anticipate the program being ready for review until late 2011 or early 2012.

The Company is now prepared to commercialize the HECR program and respectfully requests the Commission to grant the Company authorization to do so. In order to align with the program name under which the Company will be marketing the commercial offering of the program, the commercial program is being filed under the name My Home Energy Report. The applicable tariff is attached as Exhibit 1. As with every new energy efficiency program Duke Energy proposes, the Company has evaluated the expected participation in the program and applied multiple cost-effectiveness analyses to the implementation of the program. The Company has attached as Exhibit 2 a document showing the expected participation. Exhibit 3, also attached, is the benefit/cost ratio which supports implementation.

Jocelyn Boyd Chief Clerk and Administrator April 11, 2012

Please let me know if you have any questions regarding this matter.

Sincerely,

Simila Shafeek-Horfon Timika Shafeek-Horton

Electricity No. 4 South Carolina Original (Proposed) Leaf No. 162

MY HOME ENERGY REPORT PROGRAM (SC)

PURPOSE

The purpose of this program is to provide comparative usage data for similar residences in the same geographic area to motivate customers to better manage and reduce energy usage. The program will assist residential customers in assessing their energy usage and provide recommendations for more efficient use of energy in their homes. The program will also help identify those customers who could benefit most by investing in new energy efficiency measures, undertaking more energy efficient practices and participating in Duke Energy programs.

PROGRAM

- This program is available at the Company's option to residential customers served on Duke Energy Carolinas' residential rate schedules from Duke Energy Carolinas' retail distribution system.
- Customers will receive periodic comparative usage data reports via direct mail or online channels.
- The Company may require a minimum number of months of historical usage data before allowing participation.

My Home Energy Report Program Projected Participation

	Program Name	My Home Energy Report
	Measure Life	1
	Free Rider %	0%
	Incremental Participants Year 1	151,769
	Incremental Participants Year 2	153,287
	Incremental Participants Year 3	154,820
	Incremental Participants Year 4	156,368
	Incremental Participants Year 5	157,932
	Cumulative Participation Year 1	151,769
	Cumulative Participation Year 2	153,287
10	Cumulative Participation Year 3	154,820
11	Cumulative Participation Year 4	156,368
	Cumulative Participation Year 5	157,932
13	Cumulative Summer Coincident kW w/ losses (net free) Year 1	7,318
14	Cumulative Summer Coincident kW w/ losses (net free) Year 2	7,391
	Cumulative Summer Coincident kW w/ losses (net free) Year 3	7,465
	Cumulative Summer Coincident kW w/ losses (net free) Year 4	7,539
	Cumulative Summer Coincident kW w/ losses (net free) Year 5	7,615
	Cumulative kWh w/ losses (net free) Year 1	34,585,219
_	Cumulative kWh w/ losses (net free) Year 2	34,931,071
	Cumulative kWh w/ losses (net free) Year 3	35,280,382
	Cumulative kWh w/ losses (net free) Year 4	35,633,140
	Cumulative kWh w/ losses (net free) Year 5	35,989,471
	Per Participant Coincident Saved Winter kW wilosses	0.04
	Per Participant Coincident Saved Summer kW w/losses	0.04
	Per Participant Annual kWh w/losses Year 1	228
	Per Participant Annual kWh w/losses Year 2	228
	Per Participant Annual kWh w/losses Year 3	228
	Per Participant Annual kWh w/losses Year 4	228
	Per Participant Annual kWh w/losses Year 5	228
	Cumulative Lost Revenue (Net Free Riders) Year 1	\$2,947,773
	Cumulative Lost Revenue (Net Free Riders) Year 2	\$3,046,620
	Cumulative Lost Revenue (Net Free Riders) Year 3	
	Cumulative Lost Revenue (Net Free Riders) Year 4	\$3,148,783
	Cumulative Lost Revenue (Net Free Riders) Year 5	\$3,254,367
	Lost Revenue per Participant Year 1	\$3,363,495
	Lost Revenue per Participant Year 2	\$19
	Lost Revenue per Participant Year 3	\$20
	Lost Revenue per Participant Year 4	\$20
	Lost Revenue per Participant Year 5	\$21
	Total Avoided Costs/MW saved Year 1	\$21
	Total Avoided Costs/MW saved Year 2	\$113,258
	Total Avoided Costs/MW saved Year 3	\$117,135
_	Total Avoided Costs/MW saved Year 4	\$121,151
	Total Avoided Costs/MW saved Year 5	\$123,877
	Total Avoided Costs/MWh saved Year 1	\$126,664
_	Total Avoided Costs/MWh saved Year 1 Total Avoided Costs/MWh saved Year 2	\$44
		\$42
_	Total Avoided Costs/MWh saved Year 3	\$39
	Total Avoided Costs/MWh saved Year 4	\$42
49	Total Avoided Costs/MWh saved Year 5	\$42

My Home Energy Report Program Cost Effectiveness Evaluation

	My Home Energy Report						
		UCT	TRC	RIM	Participant		
1	Avoided T&D Electric	\$1,918,028	\$1,918,028	\$1,918,028			
_2	Cost-Based Avoided Production	\$6,401,000	\$6,401,000	\$6,401,000			
3	Cost-Based Avoided Capacity	\$2,895,546	\$2,895,546	\$2,895,546			
4	Lost Revenue	\$0	\$0	\$0	\$13,579,2		
5	Net Lost Revenue	\$0	\$0	\$10,607,131			
6	Administration Costs	\$839,732	\$839,732	\$839,732			
7	Implementation Costs	\$6,468,216	\$6,468,216	\$6,468,216			
8	Incentives	\$0	\$0	\$0			
9	Other Utility Costs	\$260,460	\$260,460	\$260,460			
10	Participant Costs	\$0	\$0	\$0			
11	Total Benefits	\$11,214,574	\$11,214,574	\$11,214,574	\$13,579,2		
12	Total Costs	\$7,568,409	\$7,568,409	\$18,175,540			
13	Benefit/Cost Ratios	1.48	1.48	0.62			